



September 9, 2020

TO: Each Supervisor

FROM: Emilio Salas, Acting Executive Director

A handwritten signature in black ink, appearing to read "Emilio Salas", is written over the printed name in the "FROM:" field.

SUBJECT: REPORT BACK ON FUNDING DISTRIBUTION METHODOLOGY FOR CATALYTIC DEVELOPMENT FUND AND COMMUNITY BUSINESS REVITALIZATION PROGRAMS (ITEM NO. 1-D, AGENDA OF JULY 7, 2020. RELATES TO NO. 7)

On July 7, 2020, your Board authorized the Acting Executive Director of the Los Angeles County Development Authority (LACDA) to execute a Funding Agreement, or an amendment to an existing Funding Agreement, with the Los Angeles County (County) and take all actions necessary to facilitate the transfer of the \$4,600,000 (\$2,200,000 for the Catalytic Development Fund [CDF] and \$2,400,000 for the Community Business Revitalization Program [CBRP]) to implement the initiatives of the County Economic Development Trust Fund (Trust Fund), which shall be used for economic development purposes subject to the approval of the Board. This same Motion directed LACDA to incorporate the \$4,600,000 into its approved Fiscal Year (FY) 2020-21 budget, as needed. Furthermore, your Board directed the Acting Executive Director to Report back to the Board in writing in 60 days on a distribution plan for the Trust Fund received from inception to future allocations through FY 2021-22 for the CBRP and CDF Programs in equal amounts to all Supervisorial Districts.

Since receiving this directive, the LACDA has consulted with the Economic Development and Affordable Housing Division of the Chief Executive Office to fulfill your Board's directive. On August 28, 2020, LACDA provided each Economic Development Deputy with the fund balances that reflects past and planned expenditures for both the CDF and CBRP programs for your respective Board Office based on your Board approved Motion. Additionally, during the September 3, 2020 meeting of the Economic Development Policy Committee (EDPC), the approval of Supplemental Budget, for LACDA was presented. The funding distribution is attached for your review.

If you have any questions or need further information, please contact me at (626) 586-1505 or Davon Barbour, Director of Community & Economic Development Division at (626) 586-1790 or davon.barbour@lacda.org.

DB:LJ:H:vm-Report Back_Catalytic Development Fund.docx

Attachment

c: Each LACDA Deputy
Each Economic Development Deputy
Fesia Davenport, Acting Chief Executive Officer, CEO

FUNDING DISTRIBUTION METHODOLGY FOR CATALYTIC DEVELOPMENT FUND AND COMMUNITY BUSINESS REVITALIZATION PROGRAMS

RENOVATE	Budget	Board Approved Pending Funding Agreement	Life To Date 07/31/2020	Encumbered 07/31/2020	Budget Balance	Status
Allocation	\$8,800,000	\$2,400,000	\$8,800,000			\$11.2m total allocation
Program Administration and Management (EDR001-20%)	\$1,760,000	\$480,000	\$1,702,447		\$537,553	Program administration includes project tracking, financial management, procurement, record keeping, etc.
Program Delivery						Construction hard costs, soft costs, outreach and program delivery costs.
First District	\$1,408,000	\$384,000	\$779,325	\$252,786	\$759,889	2 projects under construction, 1 pending, 6 completed, 11 did not move forward.
Second District	\$1,408,000	\$384,000	\$1,259,835	\$148,574	\$383,591	1 project under construction, 3 in design, 6 completed, 6 did not move forward.
Third District	\$1,408,000	\$384,000	\$133,259	\$220,237	\$1,438,504	3 projects under construction, 1 did not move forward.
Fourth District	\$1,408,000	\$384,000	\$1,319,969	\$180,778	\$291,253	2 projects under construction, 5 completed, 1 did not move forward.
Fifth District	\$1,408,000	\$384,000	\$643,790	\$431,550	\$716,660	2 projects under construction, 2 in design, 3 completed, 4 did not move forward.
Program Total	\$8,800,000	\$2,400,000	\$5,838,625	\$1,233,926	\$4,127,450	
LTD Fund Balance			\$2,961,375			

CATALYTIC	Budget	Board Approved Pending Funding Agreement	Life To Date 07/31/2020	Encumbered 07/31/2020	Budget Balance	Status
Allocation	\$2,400,000	\$2,200,000	\$2,400,000			\$4.6m total allocation
Program Administration and Management (EDC001-20%)	\$480,000	\$440,000	\$393,723		\$526,277	Program administration includes, project tracking, financial management, procurement, record keeping, etc.
Program Delivery						Soft costs, consulting services, legal, and program delivery costs.
First District	\$384,000	\$352,000	\$98,022	\$421,325	\$216,653	3 active projects, 1 completed, 1 did not move forward.
Second District	\$384,000	\$352,000	\$566,125	\$437,644	(\$267,769)	2 active projects, 1 did not move forward.
Third District	\$384,000	\$352,000	\$280,902	\$679,098	(\$224,000)	1 active project, 1 did not move forward.
Fourth District	\$384,000	\$352,000	\$0	\$0	\$736,000	0 active projects
Fifth District	\$384,000	\$352,000	\$97,778	\$327,222	\$311,000	3 active project, 1 did not move forward.
Program Total	\$2,400,000	\$2,200,000	\$1,436,549	\$1,865,289	\$1,298,162	
LTD Fund Balance			\$963,451			